



**COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER**

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May 20, 2020

TO: Supervisor Kathryn Barger, Chair
Supervisor Hilda L. Solis
Supervisor Mark Ridley-Thomas
Supervisor Sheila Kuehl
Supervisor Janice Hahn

FROM: Arlene Barrera *Arlene Barrera*
Auditor-Controller *Barrera*

SUBJECT: **FISCAL YEAR 2019-20 CASH FLOW PROJECTION**

Attached is the latest cash flow projection for the General Fund and Hospital Funds. The estimated June 30, 2020 combined cash balances for the General Fund and Hospital Funds are positive \$561 million, an increase of \$365 million from our April 22, 2020 estimate of \$196 million.

The increase is primarily attributed to an improved cash projection of \$98 million for property taxes and \$277 million from health services collections. Our cash flows continue to reflect the increase in costs associated with COVID-19 and the potential reduction in collections from sales tax-based revenues. The projection does not include the federal or State COVID-19 funding since these amounts are constantly changing and are not reasonably predictable at this time.

There is continued uncertainty on how COVID-19 will impact our cash flows. We are working closely with the Chief Executive Officer and Treasurer and Tax Collector to monitor our cash receipts and disbursements. We will revise the June 30, 2020 estimated cash balances as more information is available to reasonably project the County's cash position.

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<http://census.lacounty.gov>

Short-Term Outlook

Our previous report estimated the April 30, 2020 cash balances at positive \$448 million. The actual cash balances were positive \$935 million. The variance of \$487 million was primarily due to higher than anticipated property tax of \$109 million, health services receipts of \$151 million, and lower mental health vendor payments of \$208 million. The estimated May 31, 2020 combined cash balances are positive \$1.03 billion.

If you have any questions please contact me, or your staff may call Connie Yee at (213) 974-0681.

AB:CY

Acctg/Admin/Admin/Cash Flow May 2020.docx

Attachment

c: Sachi A. Hamai, Chief Executive Officer
Keith Knox, Treasurer and Tax Collector
Celia Zavala, Executive Officer, Board of Supervisors
Audit Committee
Countywide Communications

**GENERAL FUND
HOSPITAL FUNDS
MONTHLY CASH FLOW PROJECTION**
(in thousands)

Description	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	May 2020	June 2020
	July 2019	August 2019	September 2019	October 2019	November 2019	December 2019	January 2020	February 2020	March 2020	April 2020		
General Fund: Beginning Cash	\$ 1,952,501	\$ 1,724,091	\$ 1,359,182	\$ 424,086	\$ 727,072	\$ 410,347	\$ 1,089,937	\$ 1,594,897	\$ 951,668	\$ 48,617	\$ 895,841	\$ 985,442
Receipts	1,864,466	1,466,810	1,097,298	2,070,637	1,429,121	3,133,250	2,788,351	1,341,619	1,544,263	2,707,620	2,288,396	2,381,221
Disbursements	(2,092,876)	(1,831,719)	(2,032,394)	(1,767,651)	(1,745,846)	(2,453,660)	(2,283,391)	(1,984,848)	(2,447,314)	(1,860,396)	(2,198,795)	(2,841,803)
Month End Cash	\$ 1,724,091	\$ 1,359,182	\$ 424,086	\$ 727,072	\$ 410,347	\$ 1,089,937	\$ 1,594,897	\$ 951,668	\$ 48,617	\$ 895,841	\$ 985,442	\$ 524,860
Hospital Funds: Month End Cash	56,984	14,800	30,869	182,378	105,913	44,974	14,258	14,946	13,958	38,695	47,000	36,000
Total Month End Cash	\$ 1,781,075	\$ 1,373,982	\$ 454,955	\$ 909,450	\$ 516,260	\$ 1,134,911	\$ 1,609,155	\$ 966,614	\$ 62,575	\$ 934,536	\$ 1,032,442	\$ 560,860
<i>Borrowable Resources*</i>	\$ 1,358,380	\$ 1,259,937	\$ 1,292,868	\$ 2,115,132	\$ 4,122,586	\$ 7,190,852	\$ 4,303,078	\$ 3,008,286	\$ 3,247,146	\$ 6,088,053	\$ 3,296,283	\$ 1,474,004

*In addition to the actual cash balances, the County has access to borrowable resources which consist of undistributed property tax collections, departmental revenues, and deposits. The actual average daily balances for each month are displayed above.